BRANDON UNIVERSITY

ANNUAL FINANCIAL REPORT

For the year ended March 31, 2005

BRANDON
UNIVERSITY

Founded 1899

BRANDON UNIVERSITY

Responsibility for Financial Statements

The Office of the Vice-President (Administration & Finance) of Brandon University is responsible for the preparation and presentation of the financial statements and accompanying notes. The financial statements are prepared in conformity with the accounting policies noted in the financial statements, and are reviewed and approved by the Board of Governors. The Provincial Auditor of the Province of Manitoba, whose opinion is included herein, examines the statements.

To fulfil its responsibility, the University maintains internal control systems to provide reasonable assurance that relevant and reliable financial information is produced.

Terri Deller, B.A., LL.B.
Treasurer, Board of Governors

Scott J. B. Lamont, CGA, MBA
Vice-President (Administration & Finance)

May 12, 2005

106-01053/

Office of the Auditor General

500 - 330 Portage Avenue
Winnipeg, Manitoba
CANADA R3C 0C4

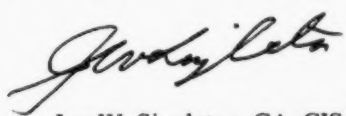
AUDITORS' REPORT

To the Legislative Assembly of Manitoba, and
To the Board of Governors of Brandon University

We have audited the statement of financial position of Brandon University as at March 31, 2005 and the statements of operations, changes in net assets and cash flow for the year then ended. These financial statements are the responsibility of the University's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the University as at March 31, 2005 and the results of its operations and its cash flow for the year then ended in accordance with Canadian generally accepted accounting principles.



Winnipeg, Manitoba
May 12, 2005

Jon W. Singleton, CA•CISA
Auditor General

Brandon University

Statement of Financial Position
as at March 31, 2005

ASSETS

	2005	2004
Current Assets		
Cash and cash equivalents (note 3)	$ 5,134,677	$ 5,361,207
Accounts receivable	2,892,607	1,906,936
Inventory	399,124	403,936
Prepaid expenses	200,849	222,531
	8,627,257	7,894,610
Trust and Endowment Funds held by Brandon University Foundation (notes 2D and 4)	23,665,172	21,728,823
Loan receivable (note 8)	50,556	81,302
Investment in Subsidiary Company (notes 2E and 10)	1	1
Capital Assets and Collections (notes 2F and 6)	41,801,628	42,042,489
	$ 74,144,614	$ 71,747,225

LIABILITIES & NET ASSETS

	2005	2004
Current Liabilities		
Accounts payable and accrued liabilities	$ 3,912,034	$ 4,012,938
Deferred income	228,927	209,787
Deferred contributions (note 7)	2,699,202	2,654,653
Current portion of long term debt (note 11)	92,097	86,578
	6,932,260	6,963,956
Long term Liability		
Mortgages payable (note 11)	1,628,394	1,720,492
Unamortized Deferred Capital Contributions (note 7)	34,285,765	34,772,521
Trust and Endowment Funds (notes 2D and 4)	23,665,172	21,728,823
Net Assets		
Unrestricted net assets	1,319,145	614,189
Internally restricted net assets (note 5)	518,505	484,345
Investment in capital assets and collections	5,795,373	5,462,899
	7,633,023	6,561,433
	$ 74,144,614	$ 71,747,225

Approved by the Brandon University
Board of Governors on June 23, 2005

Treasurer

Vice-President (Administration & Finance)

The accompanying notes are an integral part of these financial statements.

Brandon University

Statement of Changes in Net Assets
for the year ended March 31, 2005

	Unrestricted Net Assets	Internally Restricted Net Assets	Investment in Capital Assets and Collections	Total 2005	Total 2004
Balance, beginning of year	$ 614,189	$ 484,345	$ 5,462,899	$ 6,561,433	$ 7,390,291
Reclassify account balances	5,915			5,915	6,086
Restated balance, beginning of year	620,104	484,345	5,462,899	6,567,348	7,396,377
Excess/(deficit) of revenues over expenses	908,967			908,967	(853,784)
Direct increases to net assets					
Donations of capital assets			15,819	15,819	18,840
Contribution of capital assets			140,889	140,889	
Transfers					
Internally funded					
Capital asset additions	(1,315,303)		1,315,303		
Capital asset disposals (net)	934		(934)		
Amortization	1,225,181		(1,225,181)		
Repayment of long term debt	(86,578)		86,578		
Allocation to internally restricted net assets	(297,075)	297,075			
Internally restricted net asset purchases	262,915	(262,915)			
Balance, end of year	$ 1,319,145	$ 518,505	$ 5,795,373	$ 7,633,023	$ 6,561,433

The accompanying notes are an integral part of these financial statements.

Brandon University

Statement of Operations
for the Year Ended March 31, 2005

	2005	2004
Revenues		
Tuition fees	$ 10,133,679	$ 9,439,742
Grants		
Council on Post-Secondary Education	25,318,225	23,670,973
Province of Manitoba	140,914	347,266
Government of Canada	1,363,251	1,366,790
Sales of goods and services	5,685,531	4,870,643
Brandon University Foundation	1,327,945	1,163,429
Amortization of deferred capital contributions	1,627,430	1,551,629
Gain on disposal of capital assets	280	
Miscellaneous	838,652	913,095
	46,435,907	43,323,567
Expenses		
Salaries - academic	16,371,178	15,308,506
Salaries - support	10,485,023	10,387,696
Benefits	4,263,798	3,799,625
Travel	1,499,806	1,534,792
Supplies and other expenses	5,320,458	5,477,077
Property taxes	835,108	1,121,339
Utilities	1,077,150	1,103,603
Cost of goods sold	1,874,427	1,786,967
Scholarships and bursaries	790,349	833,379
Interest on long term debt	130,010	135,181
Amortization expense	2,852,611	2,654,850
Loss on disposal of capital assets		18,363
Loss of subsidiary		7,104
Increase in amount of accrued expenses	27,022	8,869
	45,526,940	44,177,351
Excess/(deficit) of revenues over expenses	$ 908,967	$ (853,784)

The accompanying notes are an integral part of these financial statements.

Brandon University

Statement of Cash Flow
for the Year Ended March 31, 2005

	2005	2004
Cash Provided By (Used In) Operating Activities		
Excess/(deficit) of revenues over expenses	$ 908,967	$ (853,784)
Items not affecting cash flow		
Amortization of deferred capital contributions	(1,627,430)	(1,551,629)
Amortization of capital assets	2,852,611	2,654,850
Loss/(gain) on disposal of capital assets	(280)	18,363
Loss of subsidiary		7,104
Increase in non-cash operating working capital	(990,477)	(120,615)
	1,143,391	154,289
Cash Provided By (Used In) Investing Activities		
Decrease in loan receivable	30,746	2,470
Transfer of retained earnings from Brandon University Holding Company Limited		211,083
Capital asset additions	(2,471,796)	(2,347,850)
Proceeds on disposal of capital assets	1,214	5,031
	(2,439,836)	(2,129,266)
Cash Provided By (Used In) Financing Activities		
Long term debt repayments	(86,578)	(81,406)
Capital contributions received	1,156,493	660,575
	1,069,915	579,169
Decrease in cash and cash equivalents	(226,530)	(1,395,808)
Cash and cash equivalents, beginning of year	5,361,207	6,757,015
Cash and cash equivalents, end of year	$ 5,134,677	$ 5,361,207

The accompanying notes are an integral part of these financial statements.

Brandon University

Notes to the Financial Statements
for the year ended March 31, 2005

1. Authority and Purpose

Brandon University operates under the authority of the Brandon University Act of the Province of Manitoba. Brandon University offers undergraduate programs in arts, science, education, music, and health studies; and offers graduate programs in education, music and rural development. The University is a registered charity and is exempt from the payment of income taxes.

2. Summary of Significant Accounting Policies and Reporting Practices

A. General

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles for not-for-profit organizations.

B. Revenue Recognition

Operating grants are recognized as revenue in the period received. Revenues received for the provision of goods and services are recognized in the period in which the goods are provided or the services rendered or substantially rendered and collection is reasonably assured.

The University accounts for contributions using the deferral method. Deferred contributions are externally restricted non-capital contributions which are deferred and are recognized as revenue in the period in which the related expenses are incurred. Externally restricted amounts can only be used for the purposes designated by external parties.

Externally restricted contributions for the acquisition of capital assets having limited lives are recorded as deferred capital contributions in the period in which they are received and, when expended, are transferred to unamortized deferred capital contributions. Unamortized deferred capital contributions are recognized as earned revenue in the periods in which the related amortization expense of the funded capital asset is recorded.

C. Short Term Investments

Short term investments are recorded at cost and are unspent operating, capital and restricted funds that are invested to generate income used to fund general operations of the University. Short term investments also includes a mutual fund that provides a benefit provision for a former WESTARC employee as a part of that individual's contract of employment.

D. Trust and Endowment Fund

In order to consolidate fund raising activities and the administration of trust and endowment funds, Brandon University, Brandon University Foundation and Brandon University Alumni Association entered into an agreement in October 1989, which was updated in April 2001. The parties to the agreement recognize and agree that the University has exclusive and ultimate control over the consolidated assets and for the eventual disposition of all funds collected on its behalf in the future.

Funds transferred from the Brandon University Foundation to the University are recorded as revenue in the period they were received by the University.

The net change in the funds held by the Foundation, as a result of the Foundation's activities over the year, is added to Funds held by Brandon University Foundation and to the Trust and Endowment Fund.

E. Investment in Subsidiary Companies

The University accounts for its investment in the subsidiary companies in accordance with a modification of the equity method. Under this method, contributions to the subsidiary companies and earnings of the subsidiary companies are added to the investment in the subsidiaries. Dividends received from the subsidiary companies are deducted from the investment in the subsidiaries. The income or losses of the subsidiaries are included in the statement of operations.

F. Capital Assets and Collections

Capital assets purchased by the University are recorded at cost. Donated assets are recorded at the fair market value on the date received. On the disposition of a capital asset, both the cost and any accumulated amortization are removed from the accounts.

Capital assets are amortized on a straight line basis over the estimated useful lives of the assets. Amortization rates are as follows:

Buildings	50 years
Furnishings and equipment	10 years
Computer equipment	5 years
Vehicles	5 years
Library collections	10 years

The capital assets include collections of works of art, gemstones and rare books which have been donated to the University. These collections are not amortized.

G. Inventory

Inventories are valued at the lower of cost and net realizable value.

H. Pension Plans

The University contributes to the Brandon University Retirement Plan which is a trustee-administered pension plan for University employees. Contributions by the University are recorded as expenses.

The accounts of the Brandon University Retirement Plan do not form part of the financial statements of the University. The Auditor General audits the financial statements of the Plan.

I. Use of Estimates

The preparation of the financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Significant areas requiring the use of management estimates relate to the allowance for doubtful accounts and determination of useful lives of capital assets for amortization. Actual results could differ from these estimates.

3. Cash and Cash Equivalents

Cash and cash equivalents are summarized as follows:

	2005	2004
Cash	$1,883,351	$ 4,315,818
Short term investments	3,204,328	998,391
Mutual funds	46,998	46,998
	$5,134,677	$ 5,361,207

The fair market value of the short term investments and mutual funds is $3,265,159 (2004 -$1,055,004).

4. Funds Held by Brandon University Foundation

The trust and endowment funds held by the Brandon University Foundation of $23,665,172 as at December 31, 2004 have been included with the assets of the University. The investments of the Foundation are recorded at cost. The transactions from January 1, 2005 to March 31, 2005 which would have decreased the fund balance by approximately $ 48,232 have not been included in these financial statements.

The value of outstanding pledges to the Foundation as at March 31, 2005 is $260,821 (2004 - $188,927). These will be recorded as revenue by the University when transferred to the University from the Foundation.

5. Internally Restricted Net Assets

Internally restricted net assets represent amounts set aside by the University for the following specific purposes:

	Opening Balance	Current Provision	Purchases	2005 Closing Balance
Ancillary enterprises	$ 191,861	$ 93,400	$ (37,794)	$ 247,467
Building renovations	226,083	15,000	(80,897)	160,186
Facility & Wellness Fee		141,075	(117,038)	24,037
Mail/Print services	1,350			1,350
Telephone replacement	51,142	47,600	(27,186)	71,556
Vehicle replacement	13,909			13,909
	$ 484,345	$ 297,075	$ (262,915)	$ 518,505

6. Capital Assets and Collections

	Cost	Accumulated Amortization	2005 Net Book Value	2004 Net Book Value
Land	$ 500,530	$	$ 500,530	$ 500,530
Buildings	63,349,318	(30,426,886)	32,922,432	34,307,715
Furniture and equipment	15,579,029	(10,429,277)	5,149,752	4,228,716
Library collections	6,978,040	(4,860,937)	2,117,103	1,909,535
Collections	1,111,811		1,111,811	1,095,993
	$ 87,518,728	$(45,717,100)	$ 41,801,628	$ 42,042,489

Capital asset additions during the year included donations in kind in the amount of $ 15,819 (2004- $ 18,840) and the contribution of assets from the University of Manitoba for the Bachelor of Nursing program in the amount of $140,889.

7. Deferred Contributions and Unamortized Deferred Capital Contributions

Deferred contributions represent contributions received for special purposes and unspent funds for restricted purposes. Unamortized deferred capital contributions represent the funded portion of capital assets which will be recognized as revenue in future periods and matched against the applicable amortization charged in that period. Changes in the deferred contributions and unamortized deferred capital contributions balances are as follows:

	2005 Deferred Contributions	2005 Unamortized Deferred Capital Contributions	2004 Deferred Contributions	2004 Unamortized Deferred Capital Contributions
Balance, beginning of year	$ 2,654,653	$ 34,772,521	$ 3,330,633	$ 35,069,514
Contributions received	7,603,200		7,005,844	
Transfers to revenue				
Tuition, grants and contributions	(6,417,977)		(6,427,188)	
Amortization of assets acquired from capital assets		(1,627,430)		(1,551,629)
Transferred to acquire capital assets	(1,140,674)	1,140,674	(1,254,636)	1,254,636
Balance, end of year	$ 2,699,202	$ 34,285,765	$ 2,654,653	$ 34,772,521
Balance consists of:				
Research	$ 2,017,424		$ 1,628,957	
Special programs	681,778		1,025,696	
	$ 2,699,202		$ 2,654,653	

8. Loan Receivable

The University issued a loan of $96,240 to Bran-U-Day Care Inc. on April 1, 1995 to cover the remaining debt on the building. The terms are weekly installments of $173.73 continuing weekly up to and including the 1st day of June, 2009. The rate of interest for this 5 year period is the 5-year variable rate charged by CIBC to residential customers.

The loan receivable as at March 31, 2005, was $ 50,556 (2004- $81,302).

9. Pension Plans

The Brandon University Retirement Plan is a final average contributory defined benefit pension plan established April 1, 1974 for the benefit of the employees of Brandon University. The assets of the Plan are held by CIBC Mellon Global Securities Services Company in the name of ten trustees - eight elected by and from the Plan membership and two appointed by the Board of Governors. The trustees oversee the administration of the Plan and set forth the investment guidelines. Their obligations and responsibilities are defined in a trust agreement with Brandon University. Connor, Clark & Lunn Investment Management Ltd. invests the Plan assets according to an agreement with the trustees and as required by law. The Plan is registered with the Pension Commission of Manitoba and meets the requirements of the Pension Benefits Act of Manitoba. Unless otherwise stated, all Brandon University employees are eligible to become members of the Plan on their date of employment. Full-time and certain part-time employees are required to join the Plan. Membership is optional for other part-time and certain specified employees. The Plan receives its funds from the contributions of members, the required and special contributions of Brandon University and the income from investments.

Actuarial valuations of the Brandon University Retirement Plan are carried out every three years and provide an estimate of the accrued pension benefits. The actuarial present value of accrued pension benefits was determined using the accrued benefit method prorated on service and using assumptions recommended by the actuary and approved by the Trustees. Based on the latest actuarial valuation of the plan conducted by Eckler Partners Ltd., a firm of consulting actuaries, as at December 31, 2003 the accrued pension benefits were $75,209,000. This valuation established a Plan surplus of $2,830,000 using the accrued benefit method as at that date. The next actuarial valuation is required as at December 31, 2006 and will be completed in 2007.

The actuarial present value of pension benefits as at December 31, and the principal components of changes in the actuarial present values during the year, were as follows:

	(in thousands of dollars) 2004	2003
Actuarial present value of accrued pension benefits, beginning of year	$ 75,209	$ 70,880
Interest accrued on benefits	4,506	4,682
Benefits accrued	3,037	2,779
Benefits paid	(3,260)	(2,952)
Actuarial loss		(180)
Actuarial present value of accrued pension benefits, end of year	$ 79,492	$ 75,209

The assumptions used in determining the actuarial value of accrued pension benefits were developed by reference to expected long-term market conditions. Significant actuarial assumptions used in the valuation at December 31, 2003 were:

Rate of return on investments	-pre-retirement	6%
	-post-retirement	6%
Rate of salary increases		4%

The actuarial value of net assets available for pension benefits has been determined at amounts that reflect long-term market trends (consistent with the assumptions underlying the valuation of accrued pension benefits). The valuation is based on a four-year moving average market method. Under this method, the market value is the underlying basis, and gains or losses are amortized over a four year period.

The actuarial values of net assets as at December 31 were:

	(in thousands of dollars) 2004	2003
Market value of net assets available for pension benefits	$ 83,632	$ 77,124
Market value changes not reflected in the actuarial value of net assets	(4,560)	915
Actuarial value of net assets available for pension benefits	$ 79,072	$ 78,039

Pension contributions by the University for the year ended March 31, 2005 were $1,493,015 (2004 - $1,438,865).

10. Investment in Subsidiary Companies

Brandon University Holding Company Limited was incorporated in 1985 as a wholly-owned subsidiary company of Brandon University. The Holding Company was established for the purpose of holding shares in subsidiary companies.

WESTARC Group Inc., a wholly-owned subsidiary company of Brandon University Holding Company Limited, was incorporated in 1985. WESTARC Group Inc. was established to disseminate expertise from the University to the public and private sectors. On August 16, 2001, the Board of Governors of Brandon University approved a resolution that control of WESTARC Group Inc., including assets, obligations and operations be transferred to the Board of Governors of Brandon University, and that the Board of Directors of WESTARC Group Inc. be dissolved.

As at March 31, 2004, WESTARC Group Inc. is no longer an active company therefore the investment in Brandon University Holding Company Limited was transferred to Brandon University.

The following is a summary of the investment in Brandon University Holding Company Limited for the year ended March 31, 2005:

	2005	2004
Investment, beginning of year	$ 1	$ 218,188
Net loss from operations		(7,104)
Transfer investment in subsidiary to Brandon Unversity		(211,083)
Investment, end of year	$ 1	$ 1

11. Long Term Liability - Mortgages Payable

	2005	2004
Canada Mortgage and Housing Corporation 5 1/8% mortgage, $41,608 combined principal and interest payable semi-annually July 1 and January 1 to 2012.	$ 512,807	$ 567,626
Canada Mortgage and Housing Corporation 8 1/4% mortgage, $66,686 combined principal and interest payable semi-annually April 1 and October 1 to 2021.	1,207,684	1,239,444
	1,720,491	1,807,070
Current portion of long term debt	92,097	86,578
	$ 1,628,394	$ 1,720,492

Principal payments in the next five years are as follows:

2006	$ 92,097
2007	$ 97,990
2008	$ 104,282
2009	$ 111,001
2010	$ 118,181

12. Brandon Centennial Auditorium Corporation Inc.

Under an arrangement between the University, the Province of Manitoba and the City of Brandon, the University built an Auditorium on its property for the benefit of the citizens of Western Manitoba. The expenditures for the building and furnishings were financed from contributions by the Governments of Canada and Manitoba, the City of Brandon and citizens through fundraising campaigns.

The Auditorium has been leased to the Brandon Centennial Auditorium Corporation Inc. for a nominal consideration of $1 under a 99 year lease which expires 2064 A.D. The University is reimbursed for services supplied to the auditorium as required by the agreement.

13. Knowles-Douglas Student Union Centre

The Knowles-Douglas Student Union Centre has been leased to the Knowles- Douglas Student Union Centre Inc. for the nominal consideration of $1 per year under a 50 year lease which expires 2035 A.D. The University supplies certain services to the Centre as required by the lease.

14. Commitments

An agreement between the University and the Brandon University Students' Union Inc. provides for the equal sharing of profits of the University's bookstore operations. The Students' Union share of profits amounted to $82,505 for the year ended March 31, 2005 (2004 - $64,490).

15. Accrued Expenses

The following expenses have been accrued and will be funded from future revenues:

	2005	2004
Unfunded employee benefits - vacation accruals	$ 639,315	$ 611,770
Unfunded employee future benefits	704,000	633,000
Unfunded property taxes	135,728	207,251
	$1,479,043	$1,452,021

16. Employee Future Benefits

The University provides severance and retiring allowance benefits based on length of service and final earnings, payable on retirement. Accounting standards require the recognition of a liability and an expense for such employee future benefits in the period in which the employee renders service in return for the benefits. The recognition date for rendered service begins on the hiring date or the date when credited service begins, and runs until the date when full eligibility is attained. The cost of these future benefits earned by employees is determined by an actuary using the projected benefit method pro rated on service and management's best estimates for the discount rate for liabilities, the rate of salary escalation and the retirement ages of employees. The discount rate used to determine the accrued benefit obligation was determined by reference to market interest rates at the measurement date on high-quality debt instruments with cash flows that match the timing and amount of expected benefit payments. There are no assets supporting the plan benefits.

The transitional obligation arising from the adoption of the accounting standard was fully recognized as at the adoption date of April 1, 2000. Subsequent actuarial gains or losses are fully recognized in the year immediately following the year in which they arise. The most recent actuarial valuation was as at March 31, 2005 with the next valuation due at at March 31, 2009.

The accrued benefit liability for employee future benefits is reported in the University's Statement of Financial Position under Accounts payable and accrued liabilities.

Information about the University's employee future benefits is as follows:

	2005	2004
Net benefit cost	$ 68,000	$ 75,000
Accrued benefit obligation	704,000	633,000
Accrued benefit liability	615,000	633,000
Unamortized actuarial loss	(89,000)	
Employer's contributions	78,000	21,000
Benefits paid	78,000	21,000

The significant actuarial assumptions adopted in measuring the University's accrued benefit liability and benfit costs are as follows:

	2005	2004
Discount rate	6.0%	6.5%
Rate of compensation increase		
IUOE(A)	3.0%	2.0%
IUOE(D)	5.0%	4.0%
MGEU	5.0%	4.0%
Exempt MPO	7.5%	5.9%
Exempt ESS	5.0%	4.0%

17. Financial Instruments

The financial instruments of the University consist of cash and cash equivalents, accounts receivable, long-term investments, accounts payable and long-term debt. Unless otherwise noted, it is management's opinion that the University is not exposed to significant interest, currency or credit risks arising from these financial instruments.

18. Restatement of Accounts

Comparative figures for the year ended March 31, 2004 have been restated where necessary to conform with the presentation adopted for the year ended March 31, 2005.

Brandon University

Additional Financial Information
for the year ended March 31, 2005

The foregoing consolidated financial statements and accompanying notes to the financial statements have been audited by the Auditor General for Manitoba and are the subject of the audit report dated May 13, 2005.

The following schedules 1 through 8 have been prepared to provide additional information and are not covered in the Auditor's report. The information in schedule 7 is used for the program costing calculations.

Schedule 1
(unaudited)

Brandon University

Detailed Schedule of Operations - Unrestricted
for the Year Ended March 31, 2005

	General Operating	Ancillary Operations	Total 2005	Total 2004
REVENUES				
Tuition fees	$ 8,682,141	$	$ 8,682,141	$ 7,799,656
Grants - Council on Post-Secondary Education	22,144,913	216,588	22,361,501	21,157,925
Sales of goods and services		4,805,975	4,805,975	4,184,152
Brandon University Foundation	1,327,945		1,327,945	1,163,429
Amortization of deferred capital contributions	1,627,430		1,627,430	1,551,629
External cost recoveries	879,556		879,556	686,491
Internal cost recoveries	128,956		128,956	134,933
Gain on disposal of capital assets	280		280	
Miscellaneous	371,475		371,475	397,482
	35,162,696	5,022,563	40,185,259	37,075,697
EXPENSES				
Salaries - academic	14,478,279		14,478,279	13,506,701
Salaries - support	7,741,870	905,190	8,647,060	8,220,903
Benefits	3,573,935	152,686	3,726,621	3,298,706
Travel	837,123		837,123	829,779
Supplies and other expenses	3,156,899	843,633	4,000,532	4,403,737
Property taxes	835,108		835,108	1,121,339
Utilities	741,672	335,478	1,077,150	1,103,603
Cost of goods sold		1,874,427	1,874,427	1,786,967
Scholarships and bursaries	790,349		790,349	833,379
Interest on long term liabilities		130,010	130,010	135,181
Amortization	2,852,611		2,852,611	2,654,850
Loss on disposal of capital assets				18,363
Loss of subsidiary				7,104
Net increase in accrued vacation pay	27,545		27,545	32,511
Net increase in accrued future employee benefits	71,000		71,000	46,000
Net decrease in accrued property taxes	(71,523)		(71,523)	(69,642)
	35,034,868	4,241,424	39,276,292	37,929,481
Excess/(deficit) of revenues over expenses	$ 127,828	$ 781,139	$ 908,967	$ (853,784)

Brandon University

Schedule 2
(unaudited)

Detailed Schedule of Operations - Restricted
for the Year Ended March 31, 2005

	Research & Special Projects	Special Programs	Restricted Capital	Total 2005	Total 2004	Deferred Contributions 2005	Deferred Contributions 2004	Transfer To Statement of Operations 2005	Transfer To Statement of Operations 2004
Revenues									
Tuition fees	$	$ 1,451,538	$	$ 1,451,538	$ 1,640,086	$	$	$ 1,451,538	$ 1,640,086
Grants									
COPSE	1,150,100	1,482,100	600,791	3,232,991	2,870,862	(276,267)	(357,814)	2,956,724	2,513,048
Province of Manitoba	621,278			621,278	420,486	(480,364)	(73,220)	140,914	347,266
Government of Canada	1,692,211			1,692,211	1,492,239	(328,960)	(125,449)	1,363,251	1,366,790
Miscellaneous	605,182			605,182	582,171	(138,005)	(66,558)	467,177	515,613
	4,068,771	2,933,638	600,791	7,603,200	7,005,844	(1,223,596)	(623,041)	6,379,604	6,382,803
Expenses									
Salaries - academic		1,892,899		1,892,899	1,801,805			1,892,899	1,801,805
Salaries - support	1,499,229	338,734		1,837,963	2,166,793			1,837,963	2,166,793
Benefits	207,828	329,349		537,177	500,919			537,177	500,919
Travel	247,093	415,590		662,683	705,013			662,683	705,013
Supplies and other expenses	1,165,292	283,590		1,448,882	1,208,273			1,448,882	1,208,273
	3,119,442	3,260,162		6,379,604	6,382,803			6,379,604	6,382,803
Excess/(deficit) of revenues over expenses	$ 949,329	$ (326,524)	$ 600,791	$ 1,223,596	$ 623,041	$ (1,223,596)	$ (623,041)	$ -	$ -

Brandon University

Schedule 3
(unaudited)

Deferred Contributions and Unamortized Deferred Capital Contributions
for the Year Ended March 31, 2005

	Research & Special Projects	Special Programs	Restricted Capital	Total 2005	Total 2004	Unamortized Deferred Capital Contributions 2005	Unamortized Deferred Capital Contributions 2004
Contributions received							
Tuition and related fees	$	$ 1,451,538	$	$ 1,451,538	$ 1,640,086	$	$
Grants	3,463,589	1,482,100	600,791	5,546,480	4,783,587		
Miscellaneous	605,182			605,182	582,171		
Expenses	(3,119,442)	(3,260,162)		(6,379,604)	(6,382,803)		
Transfers from to:							
Unrestricted accounts	(38,373)			(38,373)	(38,300)		
Capital aquisitions	(522,489)	(17,394)	(600,791)	(1,140,674)	(1,254,636)	1,140,674	1,254,636
Amortization of deferred capital contributions						(1,627,430)	(1,551,629)
	388,467	(343,918)		44,549	(669,895)	(486,756)	(296,993)
Deferred balance, beginning of year	1,628,957	1,025,696		2,654,653	3,330,633	34,772,521	35,069,514
Reclassify deferred balances					(6,085)		
Restated deferred balance, beginning of year	1,628,957	1,025,696		2,654,653	3,324,548	34,772,521	35,069,514
Deferred balance, end of year	$ 2,017,424	$ 681,778	$ -	$ 2,699,202	$ 2,654,653	$ 34,285,765	$ 34,772,521

Schedule 4
(unaudited)

Brandon University

Schedule of Investment in Capital Assets and Collections for the Year Ended March 31, 2005

	Total 2005	Total 2004
Balance, beginning of year	$ 5,462,899	$ 5,414,894
Internally funded capital asset additions		
General operating fund		
Land and buildings	41,066	82,512
Furniture and equipment	770,582	535,626
Library acquisitions	564,849	433,902
Ancillary operations		
Furniture and equipment	79,695	22,334
	1,456,192	1,074,374
Non-amortizable capital asset donations	15,819	18,840
Disposals (net) - internally funded capital assets	(934)	(23,394)
Amortization of internally funded capital assets	(1,225,181)	(1,103,221)
Repayment of long term debt	86,578	81,406
Balance, end of year	$ 5,795,373	$ 5,462,899

Schedule 5
(unaudited)

Brandon University

Schedule of Operating Grants and Other Revenues
for the Year Ended March 31, 2005

	Total 2005	Total 2004
Grants		
Council on Post Secondary Education		
Operating	21,546,012	20,442,008
Renovations and equipment	330,000	330,000
	21,876,012	20,772,008
Brandon University Foundation	429,189	233,007
Miscellaneous		
Rentals	22,001	22,001
Sundry	115,907	56,721
Interest income	130,512	183,854
	268,420	262,576
Total Operating Grants and Other Revenues	$ 22,573,621	$ 21,267,591

Schedule 6
(unaudited)

Brandon University

Detailed Schedule of Tuition Fee Revenues
for the Year Ended March 31, 2005

	Total 2005	Total 2004
Tuition Fees		
Undergraduate courses		
Regular session	$ 7,345,479	$ 6,637,725
Spring session	232,899	194,659
Summer session	83,361	101,421
Campus Manitoba	89,372	129,801
	7,751,111	7,063,606
Graduate courses	290,253	255,080
Music Conservatory	370,884	357,246
Other student fees	269,893	123,724
Total Tuition Fee Revenues	$ 8,682,141	$ 7,799,656

Schedule 7
(unaudited)

BRANDON UNIVERSITY

Detailed Schedule of Operating Expenses
for the Year Ended March 31, 2005

	Academic	Support	Benefits	Travel	Supplies & Other Expenses	Deduct: Cost Recoveries	Total March 31, 2005	Total March 31, 2004
Faculty of Arts								
Office of the Dean	355,951	153,227	62,787	22,060	33,803	1,600	626,228	657,751
Drama	88,479	100	15,398	3,101	1,709	963	107,824	110,882
Economics	200,003		37,939	3,841	2,035		243,818	236,645
English	339,702		54,521	9,617	2,405		406,245	387,653
History	340,073		50,833	4,158	2,730		397,794	364,938
Languages	236,596		36,847	4,546	2,638	40	280,587	264,882
Gender & Women's Studies					131		131	200
Philosophy	249,165		35,060	6,624	482	140	291,191	259,691
Political Science	230,782		29,432	6,389	2,406		269,009	340,303
Religion	207,180		29,213	4,692	1,919		243,004	206,652
Sociology	353,551		53,506	1,442	3,407		411,906	353,864
Native Studies	480,031		70,608	7,090	2,623		560,352	483,168
Business Administration	204,480		35,878	4,100	4,355	257	248,556	224,878
Fine Arts	172,905		28,178	16,078	49,944	3,550	263,555	150,626
Anthropology	22,313		3,860	1,747	2,155	125	29,950	100,288
Rural Development	248,021		37,151	3,648	3,027	30	291,817	273,326
Archeology Field School		3,994	368	1,099	1,662		7,123	4,627
Spring/Summer	89,424	1,342	6,015			2,268	94,513	103,044
	3,818,656	158,663	587,594	100,232	117,431	8,973	4,773,603	4,523,418
Faculty of Science								
Office of the Dean	84,258	144,850	38,991	33,490	12,900	30	314,459	296,058
Applied Disaster & Emergency Studies	155,629		28,094	4,221	26,434		214,378	313,646
Botany	343,038	8,698	56,747	6,664	19,217	952	433,412	434,852
Chemistry	364,316	12,008	58,259	7,241	30,450	7,327	464,947	439,398
Environmental Science	70,462		12,450	8,776	3,640		95,328	23,542
Geography	412,761	9,061	69,018	10,130	21,622	3,045	519,547	492,820
Geology	336,508	4,491	62,196	17,389	17,042	4,780	432,846	396,884
Mathematics/Comp. Sci.	740,876	16,710	117,169	9,029	15,691	791	898,684	846,792
Physics/Astronomy	438,627	2,950	67,748	6,246	13,947	460	529,058	493,006
Psychology	633,052	12,273	96,942	13,408	12,372		768,047	673,050
Zoology	454,872	11,762	73,552	12,154	28,732		581,072	565,802
Spring/Summer	22,356	268	1,755		4,058		28,437	25,223
	4,056,755	223,071	682,921	128,748	206,105	17,385	5,280,215	5,001,073
School of Health Studies								
Office of the Dean	96,775	39,749	25,920	44,535	43,639	870	249,748	
Psychiatric Nursing	1,174,498	36,450	193,369	14,687	71,949		1,490,953	1,616,110
Bachelor of Nursing	561,125	49,636	114,996	4,998	33,476		764,231	
	1,832,398	125,835	334,285	64,220	149,064	870	2,504,932	1,616,110

BRANDON UNIVERSITY

Schedule 7
(unaudited)

Detailed Schedule of Operating Expenses
for the Year Ended March 31, 2005

	Academic	Support	Benefits	Travel	Supplies & Other Expenses	Deduct: Cost Recoveries	Total March 31, 2005	Total March 31, 2004
Faculty of Education								
Office of the Dean	226,587	137,494	53,616	40,890	11,772	400	469,959	541,940
Field Experience	173,130	36,394	21,376	22,631	11,342	2,240	262,633	293,209
Educational Foundations	351,510		52,629		6,058	1,741	408,456	390,626
Humanities	431,977		61,098		8,752	2,116	499,711	505,712
Mathematics & Science	396,531		54,331		3,839	1,373	453,328	478,217
Administrative Services	294,252		39,261		3,472		336,985	334,184
Physical Education	425,215		71,942	313	13,539	7,167	503,842	529,316
Joint Music Education					100		100	409
Graduate Studies	69,855	302	6,007	296	3,899	285	80,074	75,732
Spring/Summer	37,571		2,455	2,121	1,017	165	42,999	50,339
	2,406,628	174,190	362,715	66,251	63,790	15,487	3,058,087	3,199,684
School of Music	1,601,193	128,152	252,065	74,091	135,091	32,131	2,158,461	2,059,463
First Nations Counselling	227,251	35,663	39,544	8,161	43,728	6,430	347,917	360,558
Rural Development	132,571	9,772	21,173	1,829	18,309	35	183,619	199,590
Chancellor/Senate		217,283	38,911	1,436	27,923	3,128	282,425	268,104
Music Conservatory	328,539	30,634	4,084	1,245	20,707	5,375	379,834	374,199
Total Academic	14,403,991	1,103,263	2,323,292	446,213	782,148	89,814	18,969,093	17,602,199
Library Services		1,040,235	176,667	19,215	259,914	77,529	1,418,502	1,411,863
Student Services								
Student Services		1,020,873	173,849	48,489	62,363	4,626	1,300,948	1,203,738
Athletic Programs		222,883	28,972	117,712	215,475	231,887	353,155	302,511
		1,243,756	202,821	166,201	277,838	236,513	1,654,103	1,506,249
Administration								
Board of Governors		29,970	4,811	2,903	15,772		53,456	47,531
President		321,322	30,353	13,389	69,363	118	434,309	427,368
Vice-President (Administration & Finance)		176,061	25,662	5,055	6,008		212,786	193,457
Vice-President (Academic & Research)		218,151	29,267	25,850	13,728	9,833	277,163	241,699
		745,504	90,093	47,197	104,871	9,951	977,714	910,055

Schedule 7
(unaudited)

BRANDON UNIVERSITY

Detailed Schedule of Operating Expenses
for the Year Ended March 31, 2005

	Academic	Support	Benefits	Travel	Supplies & Other Expenses	Deduct: Cost Recoveries	Total March 31, 2005	Total March 31, 2004
General Support								
Convocation		1,329	71	22,997	534	1,638	23,293	24,355
Information Technology Services		544,247	97,960	2,788	203,740	62,140	786,595	887,038
Institutional Advancement		448,472	70,032	5,791	127,653	7,043	644,905	541,059
Financial & Registration Services		603,719	117,809	6,038	11,500	47,407	691,659	657,490
Gymnasium facility		80,735	9,553		7,382	8,782	88,888	80,665
Human Resources		290,083	119,507	3,967	81,470		495,027	462,615
Institutional membership fees					20,525		20,525	16,670
Print/Mail Services		39,731	7,116		74,976	128,956	(7,133)	13,304
Professional fees					48,620		48,620	66,436
		2,008,316	422,048	41,581	576,400	255,966	2,792,379	2,749,632
Miscellaneous Initiatives								
B.J. Hales Museum		13,236	2,454	204	1,801	3,150	14,545	14,553
Bran-U-Day Care subsidy					4,854		4,854	5,060
Office of International Activities		52,640	7,645	5,739	16,125	4,270	77,879	83,501
English for Academic Purposes		140,470	13,209	3,014	18,872	183,912	(8,347)	(26,286)
Research development/buyouts/USRA					18,507		18,507	33,820
Other		5,000	33,268		127,672		165,940	335,883
BGS Program					9,330		9,330	8,454
Junior Kindergarten		32,933	6,404		1,475	36,933	3,879	28,943
Recruitment & promotion					38,218		38,218	56,178
Campus Manitoba	74,288	4,796	6,068		3,011		88,163	235,196
University scholarships					154,514		154,514	114,662
CIDA/International Scholarships					50,911		50,911	58,031
	74,288	249,075	69,048	8,957	445,290	228,265	618,393	947,995
Physical Plant								
Plant maintenance		476,520	110,969	9,973	119,336	9,994	706,804	817,570
Steam Plant		58,788	9,368		22,867		91,023	79,424
Buildings & grounds		526,071	132,446		56,399	10,008	704,908	779,728
Insurance					157,649		157,649	113,976
Security					41,779		41,779	38,969
Service Contracts					39,405		39,405	42,439
Property Taxes					835,108		835,108	1,121,339
Utilities					741,672	90,472	651,200	698,994
		1,061,379	252,783	9,973	2,014,215	110,474	3,227,876	3,692,439
Total Operating Expenses	$ 14,478,279	$ 7,451,528	$ 3,536,752	$ 739,337	$ 4,460,676	$ 1,008,512	$ 29,658,060	$ 28,820,432

Brandon University

Detailed Schedule of Ancillary Operations
for the year ended March 31, 2005

	Bookstore	Food Services	Parking	Residence	Total 2005	Total 2004
Revenues						
Room and board fees	$	$ 977,403	$	$ 1,114,424	$ 2,091,827	$ 1,615,194
Conventions		139,452		106,175	245,627	146,747
Canteen and vending machines		128,173			128,173	148,279
Internal functions		77,631			77,631	80,479
Other	158,711	46,742	138,794	150,431	494,678	458,368
Book sales	1,768,039				1,768,039	1,735,085
Total Revenues	1,926,750	1,369,401	138,794	1,371,030	4,805,975	4,184,152
Expenses						
Salaries	215,184	441,422	54,837	193,747	905,190	948,734
Staff benefits	36,971	81,891	7,621	26,203	152,686	140,904
Cost of goods sold	1,372,847	501,580			1,874,427	1,786,967
Management fees						11,255
Supplies and other expenses	126,831	91,604	44,153	463,797	726,385	673,276
Rent	34,743				34,743	34,743
Utilities		98,538	4,835	232,085	335,478	309,781
Students' Union share of Bookstore profit	82,505				82,505	64,490
Total Expenses	1,869,081	1,215,055	111,446	915,832	4,111,414	3,970,150
Net Gain from Operations before Specific Provision and capital acquisitions	57,669	154,346	27,348	455,198	694,561	214,002
Appropriated Specific Provision	28,194	(5,900)		(77,900)	(55,606)	(7,026)
Capital purchases & alterations	(3,358)	(9,687)		(43,257)	(56,302)	(32,729)
Net Gain	$ 82,505	$ 138,759	$ 27,348	$ 334,041	$ 582,653	$ 174,247